

**AGENDA ITEM 3b  
STATUS OF INTERNAL AUDIT PROJECTS  
AS OF JUNE 30, 2011**

Item	Description	Status
<b>Internal Audit, Consulting and Follow-up Projects</b>		
1	Cash management (FY 2009-10)	Complete
2	Centralized collection unit (FY 2009-10)	Complete
3	Internal domestic fixed income (FY 2009-10)	Complete
4	Internal use of retired annuitants (FY 2009-10)	Complete
5	Medco pharmacy benefit manager – claims review (FY 2007-08)	Complete
6	Transition management – external manager (FY 2009-10)	Complete
7	Audit follow-up and resolution	Complete
8	Real estate program management (FY 2009-10)	Complete
9	PeopleSoft HIPAA safeguard compliance	Complete
10	Board election management	Complete
11	Review and analysis of CalPERS financial statements	Complete
12	Cashier unit	Complete
13	Coordination of annual CalPERS financial statements	Complete
14	Coordination of management letter from external auditor related to the financial statement audit	Complete
15	Investment internal control framework (FY 2009-10)	Complete
16	Member Home Loan Program	Complete
17	Review HMO performance and contract compliance (Kaiser)	Complete
18	Regional offices	Complete
20	Coordinate contract real estate compliance audits	Complete
21	Monitor and resolve real estate compliance audit findings to report to the Board of Administration	Complete
22	Pension System Resumption (PSR) project <ul style="list-style-type: none"> <li>• Death benefit</li> <li>• Security</li> </ul>	Complete

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Item	Description	Status
23	Quarterly status report	Complete
24	Financial ratio analysis of HMOs and PPOs contracting with CalPERS	Complete
25	Public agency special projects and requests	Complete
26	Public agency risk assessment	Complete
27	Enterprise Risk Management (ERM)	Complete
28	Enterprise-wide risk assessment and audit plan	Complete
29	Financial Integrity and State Manager's Accountability (SAM 20060)	Complete
30	Fraud risk assessment	Complete
31	Enterprise Transition Management (ETM)	Complete
32	Contract workout sessions	Complete
33	Analysis of basic financial statement preparation process	Complete
34	Governance assessment overview (Standard 2110)	Complete
35	CERBT actuarial data	Complete
36	Other Post Employment Benefits (OPEB)	Complete
37	Management consulting projects <ul style="list-style-type: none"> <li>• Global equities RFP review</li> <li>• Cost allocation analysis</li> <li>• Bond issuance disclosures analysis</li> <li>• Fraud policy update</li> <li>• Real estate asset transfer</li> <li>• Ethics helpline analysis</li> <li>• CERBT fund analysis</li> <li>• Assoc. of Public Pension Fund Auditors request</li> <li>• Public agency health receivables</li> <li>• Special Board election – Member at Large</li> </ul>	Complete
1	Review of third-party administrator of Long-Term Care Program (FY 2009-10)	In Progress - Draft
2	Contracts within Investment Office	In Progress - Draft
3	State Street client specific review	In Progress - Draft
4	Third-party services	In Progress - Draft

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5	Organization of Information Security	In Progress - Draft
6	Business continuity management	In Progress - Draft
7	HIPAA compliance for health care – business associates	In Progress - Draft
8	Health plan eligibility – Safety Officer Survivor Program	In Progress - Draft
9	Credit enhancement program	In Progress - Draft
10	Review of Long Term Care Program oversight – appeals	In Progress - Draft
11	Securities lending program	In Progress - Draft
12	Coordination of RFP for new financial statement auditor	In Progress
13	Review contract compliance of third-party administrator of Self Funded Program	In Progress
14	Preparation of RFP for real estate auditors	In Progress
15	Compliance administration-internal management of program	In Progress
16	Investment accounting reconciliation	In Progress
17	Alternative investment management external partner review	In Progress
1	Appeals and grievances	Deferred
2	Budget management	Deferred
3	Rate development for HMOs	Deferred
4	Security strategy and policy	Deferred
5	Triennial review – contract and procurement	Deferred
6	Access controls	Deferred
7	Contract development for HMO, TPA, and PBM	Deferred